

The State of Utah

Department of Natural Resources

Division of Oil, Gas & Mining

ROBERT L. MORGAN
Executive Director

LOWELL P. BRAXTON Division Director OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE

Lieutenant Governor

Representativ	es Present During the Inspection:
OGM	Kevin Lundmark
Company	Dana Marrelli

Inspection Report

Permit Number:	C0150032
Inspection Type:	PARTIAL
Inspection Date:	Thursday, August 12, 2010
Start Date/Time:	8/12/2010 11:00:00 AM
End Date/Time:	8/12/2010 1:00:00 PM
Last Inspection:	

Inspector: Kevin Lundmark,

Weather: Sunny, 70s

InspectionID Report Number: 2459

Accepted by: jhelfric

8/26/2010

Permitee: **GENWAL RESOURCES INC**Operator: **GENWAL RESOURCES INC**

Site: CRANDALL CANYON MINE

Address: PO BOX 910, EAST CARBON UT 84520-0910

County: EMERY

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

Mineral Ownership

Types of Operations

6,235.80	Total Permitted	✓ Federal	✓ Underground
27.15	Total Disturbed	☐ State	Surface
	Phase I	County	Loadout
	Phase II	Fee	Processing
	Phase III	Other	Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

DOGM visited the Crandall Canyon Mine to inspect 1) the continued cleanout of the water treatment system settling basin, and 2) the reported release of coal to Crandall Creek resulting from heavy rains between 8/5 and 8/9.

Inspector's Signature:

Kevin Lundmark,

Inspector ID Number: 63

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Date

Monday, August 23, 2010



Permit Number: C0150032 Inspection Type: PARTIAL

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale				
2.	Signs and Markers				
3.	Topsoil				
4.a	Hydrologic Balance: Diversions				
4.b	Hydrologic Balance: Sediment Ponds and Impoundments				
4.c	Hydrologic Balance: Other Sediment Control Measures	✓		✓	
4.d	Hydrologic Balance: Water Monitoring				
4.e	Hydrologic Balance: Effluent Limitations	✓		~	
5.	Explosives				
6.	Disposal of Excess Spoil, Fills, Benches				
7.	Coal Mine Waste, Refuse Piles, Impoundments				
8.	Noncoal Waste				
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage				
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control				
15.	Cessation of Operations				
16.8	a Roads: Construction, Maintenance, Surfacing				
16.t	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations				
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

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4.c Hydrologic Balance: Other Sediment Control Measures

According to mine personnel, heavy rains between August 5 and 8, 2010 caused a debris slide of coal material from the sandstone face above the minewater treatment settling basin outfall. The slide occurred sometime between the afternoon of August 5 and the morning of August 9 (mine personnel were not present a the time of the slide). Coal material from the rock face entered the settling basin, DD-10 (reporting to the primary sediment pond), and the short ditch at the outfall of the treatment system settling basin (reporting to the 6-ft CMP bypass which in turn reports to Crandall Creek).

Coal was visible in Crandall Creek from the outfall of the 6-ft CMP bypass to upstream of the first beaver dam downstream. No coal was observed in the creek below the first beaver dam, nor was any coal observed in Crandall Creek at LOF-1 near the permit boundary. Mine contractors (Scamp) reportedly removed four 5-gallon buckets of coal from Crandall Creek on August 9, 2010.

In response the debris slide and in an effort to help reduce the potential for future releases of coal and sediment to Crandall Creek, a ditch had been constructed at the base of the sandstone face directing drainage (and associated debris) to DD-10. Excelsior logs were placed at the crest of the ditch.

4.e Hydrologic Balance: Effluent Limitations

The mine water treatment system was operating. Contractors (Scamp) were on-site cleaning sludge from the treatment settling basin. Cells 4 and 5 were observed to be clean, and Scamp was performing cleanout operations in Cells 2 and 3. The pump used for vacuuming the sludge operates at approximately 50 gpm. Scamp personnel estimated that pumping is performed 6 hours per day, for a total of 18,000 gpd. An excelsior log was present at the outfall of the treatment settling basin to capture particulates disturbed during cleanout activities.

The sediment/sludge level in the primary settling pond was over one foot below the sediment cleanout level. The water level in he primary settling pond was well below to the 10-yr / 24-hr maximum water level.



Source of coal – heavy rains caused
 a debris flow on this rock face

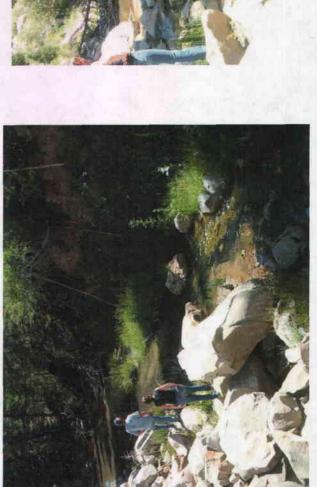
-The Operator constructed this ditch to contain future slides; ditch reports to primary sedimentation pond.

-Coal washed down from the rock face into the 002 outfall pipe

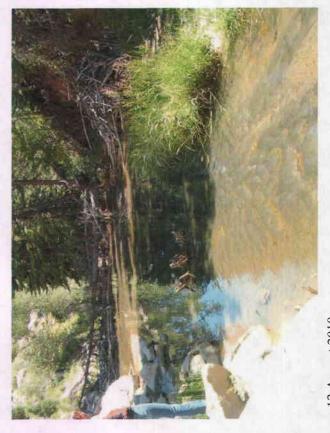


12 August 2010

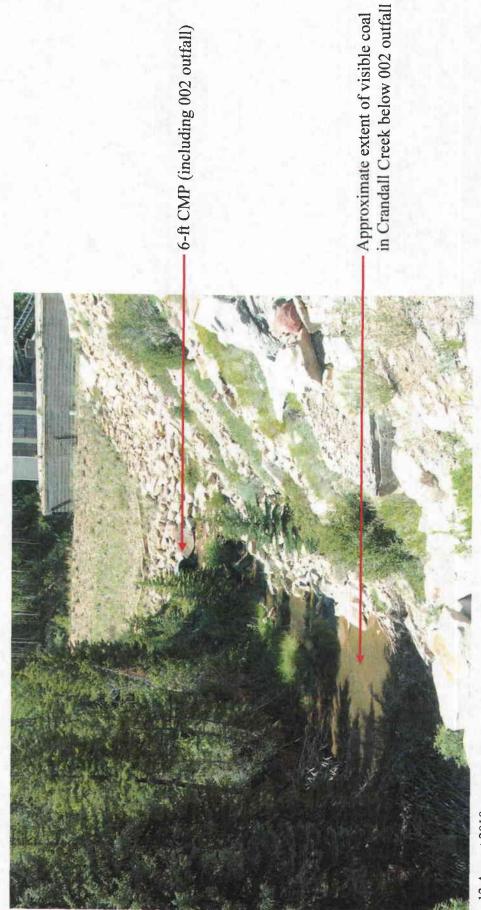




12 August 2010



12 August 2010



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